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26 February 1959

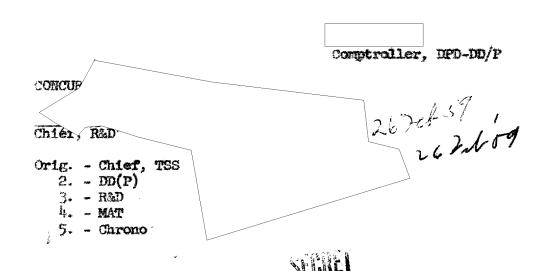
MEMORANDEM FOR : Chief, TSS

ATTENTION : Engineering Division

SUBJECT : C-54 Aircraft Special Cargo Doors

REFERENCE : Masso TSS/ED to C/AIRD, 12 Feb. 59, same subject.

- 1. Funds in the amount of \$36,340.30 from Allotment No. 9-2619-75 919 are available for transfer to the Technical Services Staff for reimbursement for the additional costs of the four production units of Special C-54 cargo doors. Requisition 504-59 is being amended accordingly to increase the total amount from \$50,000 to \$86,340.30.
- 2. In as much as \$19,062.03 of the above money represents an overrum, it is understood that the contractor will not receive a profit fee on this amount.
- 3. In the opinion of this Division the \$17,278.27 for design changes are the result of faulty engineering and poor management by the Contractor in the initial stages and the Contractor should not receive a profit fee on this amount.
- 4. It is requested that every effort be made to meet the new delivery date of April 1959, since this delivery date already has slipped from the original schedule of January 1959.



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